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THE U.S. TAX DISCHARGE AND FIDUCIARY RECOUPMENT PROTOCOL

FOR EMPLOYEES

January 22nd, 2026

Subject: Transitioning from W-2 Withholding to Fiduciary Account Resolution

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I. Executive Summary

This report outlines the technical and administrative framework for U.S. citizens to transition from a status of "debtor-employee" to "secured creditor-fiduciary". By re-characterizing the employment relationship and utilizing the Asset Fortress Protocol Grantor Trust (AFT), individuals can move from the "Withholding Trap"—where taxes are captured at source—to a status where they receive 100% of their remuneration (gross pay). Any resulting annual tax liabilities are then resolved through the U.S. Tax Discharge Protocol, which settles accounts as "obligations of the United States" via the Treasury's Fedwire system, based on the historical remedies established in 1933 and simultaneous recoupment of the last 3 years of W2 nominee tax deductions as abandoned.

II. The Historical and Global Framework

The current financial system is a credit-based architecture established following the 1933 bankruptcy of the United States.

- **House Joint Resolution 192 (1933)**: This resolution suspended the gold standard and abrogated the "gold clause" in all contracts.
- **Payment vs. Discharge**: Because "money of substance" was removed, it became impossible to "pay" a debt in the classical sense (value for value). Instead, all debts are "discharged" using Federal Reserve Notes—debt instruments that serve as legal tender.

- **The National Credit System**: As the government confiscated the substance (gold), it provided a legal remedy: the "public national credit system". In this system, the citizens' "credit" (backed by future labor) serves as the collateral for the national debt.
- **Signature as the Prime Asset**: Banks create credit "out of nothing" by monetizing a living being's signature at the moment of signing. This "signature energy" is the true funding source for all commercial credit.

III. The "Nominee Trap" and Abandoned Credit

Most citizens currently operate in a "nominee" capacity that allows financial institutions to capture their credit as "abandoned property".

- **W-2 Employment**: The employer acts as a withholding agent, capturing a portion of the employee's remuneration at the source and remitting it to the Treasury via Form 945.
- **Nominee Misreporting**: Banks and employers often file reports (like 1099-OID) in their own names as nominees, capturing the tax credits generated by the individual's signature.
- **Securitization Infrastructure**: Signed instruments are bundled, assigned CUSIP numbers, and traded on international markets via clearinghouses like the DTC or EuroClear.
- **The Strategy of Silence**: If the true "Holder in Due Course" (the credit creator) remains silent, the nominee (bank or employer) retains the credit and the associated tax windfalls.

IV. Phase I: The Transition to Fiduciary Standing

To reclaim control, a citizen must modify their status from a W-2 employee to a contractor providing services via a fiduciary structure.

1. **Establishing the Asset Fortress Trust**: The Asset Fortress Protocol Grantor Trust is established with a separate EIN, severing the agency link to the "Ens Legis" (the corporate legal name).
2. **Contract for Services**: The employment relationship is re-established as a "Contract for Services" between the employer and the Asset Fortress Protocol.

3. **Gross Remuneration**: The individual instructs the employer to pay their Asset Fortress Protocol the **gross amount** of remuneration without W-2 deductions. This provides immediate liquidity and 100% control over earnings throughout the year.

V. Phase II: The U.S. Tax Discharge Protocol

When an annual tax notice is issued to the "Ens Legis," the Trust executes the administrative discharge.

- **18 U.S. Code § 8**: The IRS tax bill is identified as a "bill for money" and a technical "obligation of the United States".
- **The Qualified Indorsement**: The Trust physically indorses the face of the original IRS bill with the language: **"without recourse, pay to the order of: U.S. Treasury"**.
- **Accord and Satisfaction**: Under **UCC § 3-311**, the instrument is tendered in good faith as full satisfaction of the claim, negotiating it back to the party entitled to enforce it (the Treasury).
- **Fedwire Settlement**: Referencing **IRM 3.8.45.5.10.1**, the package is sent via **Registered Mail** to the Treasury Office of Executive Secretary. This directs the IRS "campus" to settle the account through the **Fedwire Funds Service**.

VI. Recoupment via the 810 Code Algorithm

The process concludes with the mathematical reconciliation of the Treasury's ledgers.

- **Negative Numbers = Credits**: On an IRS transcript, a negative number represents a credit held by the Treasury.
- **Verification**: The IRS 810 Code Algorithm checks the withholding agent's (bank or former employer) 945 module to ensure enough credits exist to satisfy the Asset Fortress Protocol claim.
- **Correction of Status**: Filing corrective forms under **IRS Publication 1212** allows the true beneficial owner to reclaim the "abandoned" credit for the last three years of W2 deductions that was previously misreported by employer as nominees.

VII. Conclusion

The U.S. Tax Discharge Protocol is not "tax avoidance" but a lawful administrative remedy mandated by the current debt-based monetary system. By establishing a Asset Fortress Protocol, the living soul acts as a creditor, commanding a technically robust path to account resolution. This transition allows the citizen to use their own credit to discharge public obligations through the Treasury, which remains the ultimate responsible party for all national obligations and recoup the last three years of W2 employer tax deductions.